

BEFORE THE
POSTAL REGULATORY COMMISSION
WASHINGTON, D.C. 20268-0001

COMPETITIVE PRODUCT PRICES
PARCEL SELECT CONTRACT 4 (MC2012-33)
NEGOTIATED SERVICE AGREEMENT

Docket No. CP2012-41

**RESPONSE OF UNITED STATES POSTAL SERVICE TO
REQUEST FOR SUPPLEMENTAL INFORMATION,
WITH PORTIONS FILED UNDER SEAL**
(September 5, 2013)

The Postal Service hereby responds to the Commission's request for supplemental information, contained in Order No. 1821 (August 30, 2013). The Commission's request is attached verbatim, and is followed by the Postal Service's response. A portion of the Postal Service's response includes material filed under seal. The Postal Service hereby incorporates by reference the Application for Non-Public Treatment originally filed in this docket, for the protection of this information.

Respectfully submitted,

UNITED STATES POSTAL SERVICE
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REQUEST:

Paragraphs 1 and 2 of section I.C. of the existing contract established the minimum volume requirements for the first contract year and for subsequent contract years, respectively. Paragraph 3 of section I.C. of the existing contract established a penalty for failure to meet those minimum volume requirements. The amendment to section I.C. contains a penalty for failure to meet the minimum volume requirement, but it does not appear to specify what the minimum volume requirement is. The Postal Service is requested to provide the minimum volume requirements for contract years 2 and 3 and, if appropriate, a further amendment to the contract.²

Section I.E.5. of the existing contract specifies the prices for contract years 2 and 3. The amendment to section I.E.5. of the existing contract only specifies the prices for contract year 2. The Postal Service is requested to provide the prices for contract year 3 and, if appropriate, a further amendment to the contract.

The Postal Service is requested to confirm that it intends for the amendment to section I.F. of the existing contract to apply with respect to the annual adjustment for contract year 3, beginning August 1, 2014. The Postal Service is further requested to submit, under seal if necessary, the prices in effect for contract year 2.

RESPONSE:

Confirmed that the annual adjustment provision is intended to apply to the contract year beginning August 1, 2014. The prices in effect for contract year 2 have been filed under seal. The Postal Service has prepared an amendment to clarify Sections I.C and I.E, and will transmit the amendment to the customer for signature. The Postal Service will file this amendment with the Commission as soon as it is signed by both parties.